Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of)	
)	
WTB Seeks Comment on CMRS)	WT Docket No. 06-17
Market Competition)	DA 06-62

REPLY COMMENTS OF THE NATIONAL TELECOMMUNICATIONS COOPERATIVE ASSOCIATION

The National Telecommunications Cooperative Association ("NTCA") submits these reply comments in response to the above referenced *Public Notice*¹ in which the Wireless Telecommunications Bureau ("WTB" or "Bureau") solicits data and information in order to evaluate the state of competition among providers of CMRS for its Eleventh Annual Report and Analysis of Competitive Market Conditions with Respect to Commercial Mobile Services. NTCA is a national association representing more than 560 rural telecommunications providers. While NTCA's members are all rural incumbent local exchange carriers, most provide their rural communities with a broad array of telecommunications services, including wireless service.

In their comments in this proceeding, CTIA-The Wireless Association (CTIA) cited the results of NTCA's 2005 Wireless Survey² of its member companies. CTIA correctly noted that the average respondent to the NTCA survey indicated they were facing competition from between 2 and 5 other carriers. CTIA uses this and other

¹ *Public Notice* WTB seeks comments on CMRS Market Competition, WT Docket No. 06-17, DA 06-62 (released January 18, 2006) (*Public Notice*).

² NTCA 2005 Wireless Survey Report, available online at ntca.org.

information to ultimately conclude that "[w]ith multiple service providers available to effectively all Americans...the wireless industry...is clearly delivering effective competition, and competitive benefits, to consumers." CTIA seems to have misconstrued the findings of NTCA's Wireless Survey.

While the average NTCA wireless survey respondent indicated that they faced competition from between 2 and 5 wireless providers, that does not necessarily mean that the average rural customer has a choice of between 2 and 5 providers. Survey respondents were asked if they faced competition anywhere within their service area. Many competitors, however, only serve the more populous portions of the small carrier's territory—such as small towns—or along highways that run through the territory. Those customers who don't live in town or along the highway don't have the option to take service from the larger carrier, and thus don't realize the full benefits of competition.

Further, while it is true—as CTIA notes—that NTCA has made note of the fact that "many rural customers have access to the same state-of-the-art technologies available to their urban counterparts," it is far from clear that this is due to healthy wireless competition in NTCA members' service territories. It is also due to other, less tangible factors—such as the fact that many of NTCA members are cooperatives, and thus owned by their customers, who can exert some influence over the services that the telco will offer. In reality, impediments to competition—such as larger carriers hoarding spectrum or refusing to allow smaller carriers access to spectrum in secondary markets—are

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³ Comments of CTIA In the Matter of Implementation of Section 6002(b) of the Omnibus Budget Reconciliation Act of 1993, Annual Report and Analysis of Competitive Market Conditions With Respect to Commercial Mobile Services, WT Docket No. 06-17, February 17, 2006, at 34.

⁴ *Id* at 25.

preventing many rural Americans from receiving the same services available to non-rural Americans.

NTCA reiterates the points it made in its initial comments in this proceeding, specifically that the Commission must make a greater effort to ensure that small carriers have access to wireless spectrum and that large carriers must either make use of the wireless spectrum to which they have obtained rights, or make the spectrum available to other carriers who are willing and able to provide CMRS service to rural America.

Respectfully submitted,

NATIONAL TELECOMMUNICATIONS COOPERATIVE ASSOCIATION

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March 6, 2006

CERTIFICATE OF SERVICE

I, Gail Malloy, certify that a copy of the foregoing Reply Comments of the National Telecommunications Cooperative Association in WT Docket No. 06-17, DA 06-62 was served on this 6th day of March 2006 by first-class, United States mail, postage prepaid, or via electronic mail to the following persons.

/s/ Gail Malloy Gail Malloy

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